

County of Los Angeles CHIEF EXECUTIVE OFFICE

Kenneth Hahn Hall of Administration 500 West Temple Street, Room 713, Los Angeles, California 90012 (213) 974-1101 http://ceo.lacounty.gov

> Board of Supervisors GLORIA MOLINA First District

MARK RIDLEY-THOMAS Second District

ZEV YAROSLAVSKY Third District

DON KNABE Fourth District

MICHAEL D. ANTONOVICH

March 4, 2011

To:

Mayor Michael D. Antonovich

Supervisor Gloria Molina

Supervisor Mark Ridley-Thomas Supervisor Zev Yaroslavsky Supervisor Don Knabe

From:

William T Fujioka

Chief Executive Officer

while

RETIREE HEALTH CARE REFORM

In response to a motion from Mayor Antonovich, the Chief Executive Office staff has developed recommendations designed to reduce the costs of retiree health insurance. The ideas under consideration include changes that would apply only to newly hired employees and other changes that could potentially affect all individuals who receive these benefits. From a long-term perspective, the ideas we are recommending could produce a significant reduction in both current costs and our unfunded liability.

Some of the changes under consideration could have an impact on labor relations and would require the cooperation of the Los Angeles County Employees Retirement Association. We believe it would be appropriate to discuss this matter in closed session before proceeding any further. We have, therefore, scheduled a closed session discussion for Tuesday, March 8, 2011.

WTF:BC:JA MTK:WGL:mst

c: Executive Officer, Board of Supervisors County Counsel

N: Health Care\Retiree 0Health Care Reform MBS.WGL.docx